DECLASSIFIED AUTH: JT-US

Department of State **TELEGRAM**

LIMITED OFFICIAL USE 541

PAGE 01 ROME 02074 271351Z

53
ACTION E-15

INFO OCT-01 EUR-20 CCO-00 SSO-00 NSCE-00 CAB-09 CIAE-00
COM-08 DODE-00 DOT-12 INR-07 NSAE-00 RSC-01 SS-20
NSC-10 L-04 USIE-00 P-03 PRS-01 RSR-01 /112 W

DEPARTMENT OF STATE 02CR/0R
REVIEWED BY 25 DATMAY 1984
RD662r XDS EXT. DATE
TS AUTH. REASON(S)
ENDORSE EXISTING MARKINGS
DECLASSIFIED RELEASABLE
RELEASE DENIED
PA or FOI EXEMPTIONS

O 271322Z APR 70 ZFF-4
FM AMEMBASSY ROME
TO SECSTATE WASHDC IMMEDIATE

LIMITED OFFICIAL USE ROME 2074

SUBJECT: CIVAIR NEGOTIATIONS

1. IN FRIDAY'S MEETING ITALDEL TABLED ITAL DOC. 4 ON CAPACITY. PROPOSAL PROCEDURALLY SIMILAR TO USPROPOSAL OF DECEMBER 1968 BUT CONTAINED ADDITIONAL FEATURE PROVIDING FOR UNILATERAL ACTION IN EVENT DISAGREED EX ROST FACTO CONSULTATION. USDEL INTENDS TABLE RESPONSE TODAY PROPOSING THAT IN EVENT DISAGREED CONSULTATION AUTOMATIC CORRECTION TAKE PLACE SUCH AS CAPACITY FOR FOLLOWING CORRESPONDING SEASON COULD NOT INCREASE OVER PREVIOUS SEASON BY PERCENTAGE GREATER THAN PREVIOUS SEASON MARKET GROWTH. WOULD THEN RETREAT FROM THAT TO SOMETHING LIKE BRAZIL FORMULA.

2. COMMENT: USDEL UNDERSTANDS THAT MEETING WILL BE HELD IN WASHINGTON TODAY TO DISCUSS TIMING OF PART 213 PARTICULARLY WITH REFERENCE TO ITALIAN SITUATION. USDEL BELIEVES THAT DESPITE BROAD COVERAGE OF PART 213 ITALIANS WILL BELIEVE IT IS INTENDED TO BE DIRECTED AGAINST ALITALIA. QUESTION IS THREFORE WHETHER ISSUANCE OF PART 213 WILL HAVE POSITIVE OR NEGATIVE IMPACT ON NEGOTIATIONS. U.S. DEL OF VIEW THAT ISSUANCE WOULD NOT HAVE A BENEFICIAL EFFECT AND COULD WELL BE COUNTERPRODUCTIVE WHILE NEGOTIATIONS ARE UNDERWAY WHICH PROMISES EARLY AGREEMENT INCLUDING TIMELY ITALIAN COMMITMENT ON SATISFACTORY INTRUDUCTION 747'S. WE WOULD PREFER TO WAIT UNTIL END OF THIS WEEK TO MAKE THAT ASSESSMENT OF STATUS OF NEGOTIATIONS.

DECLASSIFIED

DECLASSIFIED

Department of State **TELEGRAM**

HOWEVER BECAUSE OF CONCERN THAT DELAY IN PRESIDENTIAL ACTION MIGHT STIMULATE INEVITABLE LOBBYING, IT MIGHT BE BEST COURSE TO SECURE PRESIDENTIAL APPROVAL SOON WITH UNDERSTANDING CAB WOULD HOLD RELEASE UNTIL PROPITIOUS TIME.

3. AMBASSADOR'S STRONG VIEW THAT PRESIDENTIAL APPROVAL SHOULD NOT BE SOUGHT AT THIS TIME ON PART 213 IS SET FORTH IN ROME'S IMMEDIATELY FOLLOWING TELEGRAM 2075.
MARTIN

DECLASSIFIED